

Message Text

CONFIDENTIAL

PAGE 01 STATE 233667 TOSEC 270445

10
ORIGIN SS-15

INFO OCT-01 ISO-00 SSO-00 CCO-00 /016 R

66011
DRAFTED BY: S/S-O:LMACFARLANE
APPROVED BY: S/S-O:LMACFARLANE
----- 112391

P 210549Z SEP 76 ZFF4
FM SECSTATE WASHDC
TO USDEL SECRETARY PRIORITY

C O N F I D E N T I A L STATE 233667 TOSEC 270445

FOLLOWING TEL SENT ACTION SECSTATE FROM LIMA SEPT 21:

QUOTE C O N F I D E N T I A L LIMA 8564

PLEASE PASS SECRETARY FROM MAW

E.O. GDS

TAGS: BDIS, EINV, PFOR, PE

SUBJECT: MARCONA SETTLEMENT

1. SUBJECT APPROVAL TUESDAY BY COUNCIL OF MINISTERS AND SUBSEQUENT RATIFICATION BY DECREE LAW WE HAVE REACHED SETTLEMENT MARCONA NATIONALIZATION AND RELATED ITEMS FOR PRESENT VALUE IN EXCESS 60 MILLION DOLLARS COMPRISING 37 MILLION DOLLARS CASH NOTE PAYABLE OUT OF BALANCE OF PAYMENTS FINANCING EXPECTED TO BE CONCLUDED WITH NEW YORK BANKS WITHIN NEXT MONTH, SALES OVER FOUR YEARS OF 3,740,000 TONS PELLETS AT PRICES RANGING 18 TO 23 DOLLARS PER TON, SALES CONTRACT HAVING VALUE OF APPROXIMATELY 22 MILLION DOLLARS, FORGIVENESS OF 3.6 MILLION DOLLARS INTRA-COMPANY INDEBTEDNESS, AND TWO MILLION DOLLARS ALREADY EARNED UNDER EXISTING FREIGHT CONTRACT.

2. EXPECTATION IS THAT COVERING INTER-GOVERNMENTAL AGREEMENT, PROMISSORY NOTE AND SALES CONTRACT WILL BE SIGNED 22 SEPT WITH CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 233667 TOSEC 270445

PRELIMINARY ANNOUNCEMENT OF SETTLEMENT THAT DATE BUT WITHHOLDING

DETAILS UNITL RATIFICATION AND ISSUANCE NEW DECREE LAW BY COUNCIL OF
MINISTERS FOLLOWING TUESDAY (28 SEPTEMBER). WE HAVE IN HAND MARCONA'S
APPROVAL.

3. I HAVE ASKED HARRY SCHLAUDEMAN TO JOIN ME WEDNESDAY IF POSSIBLE
FOR FINAL SIGNING AND DISCUSSIONS PRIME MINISTER AND FOREIGN MINISTER

BEFORE I RETURN NEW YORK WEDNESDAY EVENING OR THURSDAY.

4. ANNOUNCEMENT TEXTS WILL BE FORWARDED DEPT AS SOON AS CLEARED
WITH GOP FOR SIMULTANEOUS RELEASE WASHINGTON AND LIME. DEAN UNQUOTE
ROBINSON

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptoning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TOSEC, DISPUTE SETTLEMENT, MINING, NATIONALIZATION, BUSINESS FIRMS
Control Number: n/a
Copy: SINGLE
Draft Date: 21 SEP 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: powellba
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976STATE233667
Document Source: CORE
Document Unique ID: 00
Drafter: O:LMACFARLANE
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D760355-1163
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760936/aaaaberi.tel
Line Count: 73
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN SS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: powellba
Review Comment: n/a
Review Content Flags:
Review Date: 26 JUL 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <26 JUL 2004 by saccheem>; APPROVED <29 OCT 2004 by powellba>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: MARCONA SETTLEMENT
TAGS: BDIS, EINV, PFOR, PE, MARCONA
To: SECRETARY
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006